KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION

API # 15 - 113-20,583-00-00 (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,
indicate original spud or completion date. Completed 9/20/78.

Well Operator: American Energies Corporation KCC License #: 5399

Address: 155 N Market, Suite 710 City: Wichita
State: Kansas Zip Code: 67202
Contact Phone: (316) 263 - 5785

Elwood & E.M. Koehn Well #: 2

- NE SE SW Spot Location / QQQQ County: McPherson

2140 Feet (in exact footage) From [ ] North / [ ] South (from nearest outside section corner) Line of Section (Not Lease Line)
2310 Feet (in exact footage) From [ ] East / [ ] West (from nearest outside section corner) Line of Section (Not Lease Line)

[ ] SWD Docket # [ ] ENHR Docket # [ ] Other:

Conductor Casing Size: [ ] Set at: __________________________ Cemented with: ______ Sacks

Surface Casing Size: 8 5/8" [ ] Set at: 175 Cemented with: ______ Sacks

Production Casing Size: 4-1/2" [ ] Set at: 2940 Cemented with: ______ Sacks

List (ALL) Perforations and Bridgeplug Sets: 2893-2923'

Elevation: 1558 [ ] Good [ ] Poor [ ] Casing Leak [ ] Junk in Hole

Condition of Well: [ ] T.D.: 2940 PBT: 2940

Anhydrite Depth: N/A (Stone Coral Formation)

Proposed Method of Plugging (attach a separate page if additional space is needed): Set 50' of sand over the perf 2940-2853' cap with 4 sx cement fill hole with mud, cement from 225' to surface with 125 sx cement. There is no salt section in T19S-R1W.

Is Well Log attached to this application as required? [ ] Yes [ ] No Is ACO-1 filed? [x] Yes [ ] No

If not explain why? No log

Plugging of this Well will be done in accordance with K.S.A. 55-101 et seq. and the Rules and Regulations of the State Corporation Commission.

List Name of Company Representative authorized to be in charge of plugging operations:

Alan DeGood

Address: 155 N Market, Suite 710
City / State: Wichita, KS 67202

Plugging Contractor: American Energies Corporation KCC License #: 5399

Address: 155 N Market, Suite 710 Wichita KS 67202
Phone: (316) 263 - 5785

Proposed Date and Hour of Plugging (if known?): November 15, 2004

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 11/2/04 Authorized Operator / Agent: [ ]

Mail to: KCC - Conservation Division, 130 S. Market - Room 2075, Wichita, Kansas 67202
NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

American Energies Corporation
155 N. Market, Ste 710
Wichita, KS 67202

November 15, 2004

Re: ELWOOD / KOEHN E M #2
API 15-113-20583-00-00
NENESW 35-198-1W, 2140 FSL 2310 FWL
MCPHERSON COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113 (b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit.

The Conservation Division's review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator's legal right to plug the well.

This notice in no way constitutes authorization to plug the above-captioned well by persons not having legal rights of ownership or interest in the well. This notice is void after ninety (90) days from the above date.

Sincerely,

[Signature]

David P. Williams
Production Supervisor

District: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000